

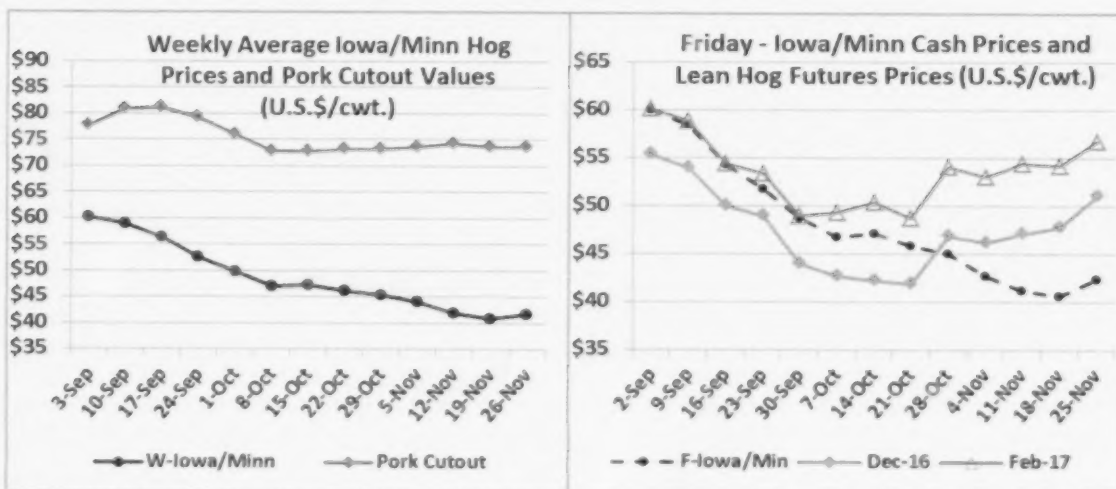
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Weekly Hog Report

November 28, 2016

Cash Slaughter Weight Hog Prices

United States daily average cash hog prices (Iowa/Minn) were overall higher last week. Hog prices on Friday November 25 averaged US\$42.31 per cwt, up US\$1.76 per cwt or 4.3 per cent from US\$40.55 per cwt the previous Friday. The negotiated weekly base price last week averaged US\$41.53 per cwt, up US\$0.78 per cwt or 1.9 per cent from US\$40.75 per cwt the previous week.



Source: LMIC

Source: LMIC, CME

In Canada, the new contract Signature#5 (Maple Leaf) Index 100 daily price for Friday November 25, 2016 was \$112.55 per ckg, up \$1.40 per ckg or 1.3 per cent from \$111.15 per ckg the previous Friday. Signature#5 weekly prices (Friday to Thursday) averaged \$111.69 per ckg, down \$0.70 per ckg or 0.6 per cent from the previous weeks' average price of \$112.29 per ckg. The Canadian dollar was weaker most of the week until strengthening Friday to end the week only slightly lower Friday at 73.93 cents, down 0.07 cents from 74.00 cents the previous Friday.

Futures Markets

United States lean hog futures daily prices were mixed over the week but mostly higher to end the week higher; week-over-week. The nearby December contract increased US\$3.250 per cwt to settle Friday at US\$51.050 per cwt. The February 2017 lean hog futures contract increased US\$2.575 per cwt last week to settle Friday at US\$56.750 per cwt.

Cash Feeder Hog Prices

North American (Iowa) iso-wean (10-12lb) cash hog prices and feeder (40lb) cash hog prices moved higher again last week. Weighted average cash prices for iso-weans (12lb) last week were US\$37.07 per head, up US\$3.41 per head from US\$33.66 per head the previous week. Feeders (40lb) averaged US\$39.31 per head, up US\$4.23 per head from US\$35.08 per head, the previous week.



Source: LMIC

Source: Iowa Agriculture, CME

U.S. corn prices edged higher last week. Iowa cash corn prices increased eight cents as of last Wednesday to settle Wednesday at US\$3.09 per bushel. Daily U.S. corn futures prices were mixed but primarily higher last week to end higher, week-over-week. The December corn futures contract increased almost four cents to settle Friday at US\$3.49 1/4 per bushel, while the March 2017 corn contract increased almost five cents per bushel to settle Friday at US\$3.58 1/4 per bushel.

Hogs Slaughtered

U.S. hogs slaughtered under federal inspection for the shorter U.S. Thanksgiving week ending November 26 were estimated at 2.152 million head, down 15.0 per cent from 2.531 million head the previous week, but up 2.0 per cent from 2.110 million head the same week a year ago. U.S. weekly hog slaughter numbers over the last four weeks ending November 26 averaged 2.418 million head per week, up 4.5 per cent from 2.315 million head the same period a year ago.

In Canada, federal and provincial hog slaughter numbers for the week ending Nov. 19, 2016 were estimated at 459,872 head, up 11.4 per cent from 412,932 head the previous shorter Remembrance Day week, and up 10.6 per cent from 415,782 head the same week a year ago. Canadian hog slaughter numbers over the last eight weeks averaged 433,703 head, up 4.5 per cent from 414,846 head over the same period in 2015. Year-to-date for 2016, hogs slaughtered in Canada totaled 18,839,139 head, up 2.1 per cent from 18,448,967 head the same period in 2015. (Source: Agriculture and Agri Food Canada/Canadian Food Inspection Agency)

Meat Production

U.S. pork production for the shorter U.S. Thanksgiving week ending November 26, 2016 was estimated at 454.9 million lb., down 14.9 per cent from 534.3 million lb. the previous week, but up 1.2 per cent from 449.3 million lb. the same week a year ago. Pork production over the last four week's ending November 26 was estimated to average 511.2 million lb., up 5.0 per cent from 487.0 million lb. over the same four week period a year ago.

U.S. beef production for the week ending November 26 was estimated at 462.5 million lb., down 12.3 per cent from 527.5 million lb. the previous week, but up 18.9 per cent from 389.0 million lb. the same week a year ago.

Combined production of U.S. beef, pork, chicken and turkey over the four weeks ending November 19, 2016, was estimated to average 2.193 billion lb., up 5.0 per cent from 2.089 billion lb. over the same four weeks a year ago. Year-to-date, total U.S. meat production for 2016 is estimated to be up 2.8 per cent compared to the same period in 2015.

United States Weekly Meat Production

(Nov. 19) Four Week Average - Million Lb.			Percent Change	
	2015	2016	4 Week	YTD 2016
Pork	501.4	524.5	4.6%	1.3%
Beef	474.8	517.9	9.1%	5.4%
Chicken	969.0	1,001.3	3.3%	2.0%
Turkey	143.5	149.2	4.0%	4.7%
Total	2,088.6	2,192.8	4.99%	2.77%

Source: LMIC

Cutout Values

U.S. national pork cutout values for the week ending November 26, 2016 averaged US\$73.65 per cwt, steady from US\$73.63 per cwt the previous week, but up 1.6 per cent from US\$72.51 per cwt from the same week a year ago.

Choice beef cutout prices (600-900 lb.) for the week ending November 26, 2016 averaged US\$186.29 per cwt over the week, up US\$3.31 per cwt or 1.8 per cent from US\$182.98 per cwt the previous week, but down 11.9 per cent from US\$203.77 per cwt the same week a year ago.

Average chicken cutout values (breast) for the week ending November 26, 2016 averaged US\$95.90 per cwt, down US\$4.78 per cwt or 4.7 per cent from US\$100.68 per cwt the previous week, and down 9.0 per cent from US\$105.35 per cwt the same week a year ago.

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